

INSTRUCTIONS FOR TITLING/REGISTERING WATERCRAFT UNDER THE PROVISIONS SET FORTH IN THE CODE OF VIRGINIA FOR SELF-SERVICE STORAGE

When the owner of a watercraft defaults on a rental agreement at a storage facility, the owner of the facility may follow the procedure outlined below in order to sell the watercraft and recover the cost of the storage.

If the boat has registration numbers assigned by the Commonwealth of Virginia or any other state:

- 1. The facility owner must notify the last registered owner by certified mail at the address provided by the occupant in the rental agreement or at the address listed on record with the title/registration state if there is no address listed on the rental agreement. If the boat was registered out of state, a copy of the registration record will be required to prove that the correct registered owner has been notified.

 The letter must include:
 - An itemized statement of the owner's claim, indicating the charges became due.
 - A demand for payment of the charges due within at least 20 days after the date of the notice.
 - A statement that the contents of the occupant's leased space are subject to the owner's lien.
 - A conspicuous statement that unless the claim is paid within the time stated, the contents will be sold at public auction at a specified time and place.
 - The name, street address, and telephone number of the owner or his designated agent whom the occupant may contact to respond to the notice.
- 2. Notify any lienholder listed in the official records of the registering state by certified mail that the boat will be sold. This letter must give at least 10 days notice of the proposed auction.
- 3. Place at least one public auction advertisement in a newspaper in the county/city in which the auction will be held. The ad must state the fact that this is a public auction, the date, time, and location of the auction, and the form of payments to be accepted.

If the boat shows no registration numbers:

If the boat shows no registration numbers, the written notice should be mailed to the occupant as listed in the rental agreement. If neither the owner of the personal property nor the occupant of the storage space can be ascertained, the name of "John Doe" shall be substituted in the proceedings and no written notice shall be required. Only the one newspaper advertisement is required.

Once the auction is held, the disbursements of the proceeds will be divided as follows:

- Up to the first \$250.00 will go to the storage facility if the charges are at least \$250.00.
- Any remaining monies go toward the pay off of recorded liens on the boat to the extent of the proceeds of the auction so long as the lienholder has replied to the notification. If the lienholder fails to reply to the facility owner within 30 days of the date of the auction, the owner may retain these funds to be applied to any remaining balance due him from the occupant.
- Any remaining proceeds may be applied to the remaining balances at the storage facility including costs incurred to hold the auction.
- Any remaining funds must be held by the owner of the facility to return to the occupant if he/she comes to claim the proceeds.



The purchaser of the boat may apply for title and registration in his name by submitting to the Department the following:

- □ Application for Certificate of Title and Certificate of Number with the appropriate fees.
- □ A copy of the notice that was sent to the previous owner and lienholder that contains the following:
 - An itemized statement of the owner's claim, indicating the charges became due.
 - A demand for payment of the charges due within at least 20 days after the date of the notice.
 - A statement that the contents of the occupant's leased space are subject to the owner's lien.
 - A conspicuous statement that unless the claim is paid within the time stated, the contents will be sold at public auction at a specified time and place.
 - The name, street address, and telephone number of the owner or his designated agent whom the occupant may contact to respond to the notice.
- □ Copies of the return receipts for the certified letters **OR**
- ☐ The unopened letter marked as "Undeliverable" by the Post Office.
- □ A copy of the advertisement of the public auction.
- □ The Self-Storage Affidavit completed by the person who conducted the public auction and notarized.



Affidavit of Compliance for Enforcement of Virginia's Self-Service Storage Act

The undersigned, being duly sworn, deposes and says:

- 1. That the watercraft described below was sold by the undersigned at public auction.
- 2. That such sale was conducted in compliance with Section 55-419 of the Code of Virginia as noted below:
 - a) After the occupant has been in default for a period of ten days, he/she was notified of default on the rental agreement by registered or certified mail at his/her last known address. This notice stated that unless payment was made within a specified time, not less than twenty (20) days from the date of notice, contents of the leased space would be sold at public auction.
 - b) All lienholder(s) were notified by certified mail, that boat would be sold, giving ten (10) days notice of proposed public auction.
 - c) A public auction advertisement was published in a newspaper in the county, city or town in which the auction was held, at least once prior to the public auction. The ad stated that it was a public auction; the date, time and location of the auction; and form of payment.
 - 3. That this affidavit and supporting documents, as outlined in a, b, and c above, are provided to the Virginia Department of Game and Inland Fisheries pursuant to Section 55-419 (A) (2) of the <u>Code of Virginia</u> to support the issuance of a new certificate of title and registration to said watercraft to the purchaser thereof.

	Boat Registration/Title Number:	
	Make of Watercraft:	
	Hull Identification Number:	
	Serial Number of Motor:	
	Make of Motor:	
	Horsepower of Motor:	
4.	Signature of person who conducted the auc	on:
	X	Date:
	OF VIRGINIA Dunty of	
		, 20 before me personally appeared the ade oath that the matters set forth in the foregoing affidavit are
	Notary Public	My Commission Expires
NOTE	Person(s) applying to register/title this ves	Seal el must submit an "Application for Motorboat Certificate of

Number/Certificate of Title", appropriate fees, bill of sale, this affidavit and documents noted above.

Self-Service Storage Act Law Revised February 2002



<u>Code of Virginia</u> Title 55: Chapter 23 - Virginia Self-Service Storage Act

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§ 55-416 Short title

This chapter shall be known as the "Virginia Self-Service Storage Act."

§ 55-417 Definitions

As used in this chapter, unless the context clearly requires otherwise:

- 1. "Self-service storage facility" means any real property designed and used for renting or leasing individual storage spaces, other than storage spaces which are leased or rented as an incident to the lease or rental of residential property or dwelling units, to which the occupants thereof have access for storing or removing their personal property. No occupant shall use a self-service storage facility for residential purposes.
- 2. "Owner" means the owner, operator, lessor, or sublessor of a self-service storage facility, his agent, or any other person authorized to manage the facility or to receive rent from any occupant under a rental agreement.
- 3. The owner of a self-service storage facility is not a warehouseman as defined in § 8.7-102, unless the owner issues a warehouse receipt, bill of lading, or other document of title for the personal property stored, in which event, the owner and the occupant are subject to the provisions of Title 8.7 dealing with warehousemen.
- 4. "Occupant" means a person, his sublessee, successor, or assign, entitled to the use of a leased space at a self-service storage facility under a rental agreement.
- 5. "Rental agreement" means any agreement or lease that establishes or modifies the terms, conditions, or rules concerning the use and occupancy of a self-service storage facility.
- 6. "Leased space" means the individual storage space at the self-service facility which is leased or rented to an occupant pursuant to a rental agreement.
- 7. "Personal property" means movable property, not affixed to land and includes, but is not limited to, goods, wares, merchandise, motor vehicles, and household items and furnishings.
- 8. "Default" means the failure to perform on time any obligation or duty set forth in the rental agreement or this chapter.
- 9. "Last known address" means that address provided by the occupant in the rental agreement or the address provided by the occupant in a subsequent written notice of a change of address.



§ 55-418 Lien

- A. The owner shall have a lien on all personal property stored within each leased space for rent, labor, or other charges, and for expenses reasonably incurred in its sale pursuant to this chapter. Such lien shall attach as of the date the personal property is stored within each leased space, and, to the extent the property remains stored within such leased space, as hereinafter provided, shall be superior to any other existing liens or security interests to the extent of \$250, and the lien shall extend to the proceeds, if any, remaining after the satisfaction of any perfected liens and the owner may retain possession of such proceeds until the balance, if any, of such charges is paid.
- B. In the case of any motor vehicle or watercraft which is subject to a lien, previously recorded on the certificate of title, the owner, so long as the motor vehicle or watercraft remains stored within such leased space, shall have a lien on such vehicle or watercraft as provided for herein to the extent of \$250. In addition, such lien shall extend to the proceeds, if any, remaining after the satisfaction of any recorded liens and the owner may retain possession of such proceeds until the balance, if any, of such charges is paid.
- C. The rental agreement shall contain a statement, in bold type, advising the occupant of the existence of such lien, and that the personal property stored within the leased space may be sold to satisfy the lien if the occupant is in default.

§ 55-419 Enforcement of lien

- A. 1. If any occupant be in default under a rental agreement, the owner shall notify the occupant of such default by regular mail at his last known address. If such default is not cured within ten days after its occurrence, then the owner may proceed to enforce such lien by selling the contents of the occupant's unit at public auction, for cash, and apply the proceeds to satisfaction of the lien, with the surplus, if any, to be disbursed as hereinafter provided. Before conducting such a public auction, the owner shall notify the occupant as prescribed in subsection C of this section and shall advertise the time, place, and terms thereof in such manner as to give publicity thereto.
 - 2. In the case of personal property having a fair market value in excess of \$600, and against which a creditor has filed a financing statement in the name of the occupant at the State Corporation Commission or in the city or county where the self-service storage facility is located or in the city or county in Virginia shown as the last known address of the occupant, or if such personal property be a motor vehicle or watercraft required by the laws of Virginia to be registered and the Department of Motor Vehicles or Department of Game and Inland Fisheries shows a lien on the certificate of title, the owner shall notify the lienholder of record, by certified mail, at the address on the financing statement or certificate of title, at least 10 days prior thereto of the time and place of the proposed public auction. If the owner of the personal property cannot be ascertained, the name of "John Doe" shall be substituted in the proceedings hereunder and no written notice shall be required. Whenever a motor vehicle or watercraft is sold hereunder, the Department of Motor Vehicles or Department of Game and Inland Fisheries shall issue a certificate of title and registration to the purchaser thereof upon his application containing the serial or motor number of the vehicle or watercraft purchased, together with an affidavit by the lienholder, or by the person conducting the public auction, evidencing compliance with the provisions hereof.
- B. Whenever the occupant is in default, the owner shall have the right to deny the occupant access to the leased space.
- C. After the occupant has been in default for a period of ten days, and before the owner can sell the occupant's personal property in accordance with this chapter, the owner shall send a further notice of default, by registered or certified mail, postage prepaid, to the occupant at his last known address. Such notice of default shall include:



- 1. An itemized statement of the owner's claim, indicating the charges due on the date of the notice and the date when the charges became due;
- 2. A demand for payment of the charges due within a specified time not less than twenty days after the date of the notice:
- 3. A statement that the contents of the occupant's leased space are subject to the owner's lien;
- 4. A conspicuous statement that unless the claim is paid within the time stated, the contents of the occupant's space will be sold at public auction at a specified time and place; and
- 5. The name, street address, and telephone number of the owner or his designated agent whom the occupant may contact to respond to the notice.
- D. At any time prior to the public auction pursuant to this section, the occupant may pay the amount necessary to satisfy the lien and thereby redeem the personal property.
- E. In the event of a public auction pursuant to this section, the owner may satisfy his lien from the proceeds of the public auction, and shall hold the balance, if any, for delivery on demand to the occupant or other lienholder referred to in this chapter. So long as the owner complies with the provisions of this chapter, the owner's liability to the occupant under this chapter shall be limited to the net proceeds received from the public auction of any personal property, and as to other lienholders, shall be limited to the net proceeds received from the public auction of any personal property covered by such superior lien.
- F. Any public auction of the personal property shall be held at the self-service storage facility or at the nearest suitable place to where the personal property is held or stored. An advertisement shall be published in a newspaper of general circulation in the county, city or town in which the public auction is to be held at least once prior to the public auction. The advertisement must state (i) the fact that it is a public auction; (ii) the date, time and location of the public auction; and (iii) form of payment.
- G. A purchaser in good faith of any personal property sold or otherwise disposed of pursuant to this chapter takes such property free and clear of any rights of persons against whom the lien was valid.
- H. Any notice made pursuant to this section shall be presumed delivered when it is deposited with the United States Postal Service and properly addressed to the occupant's last known address with postage prepaid.

§ 55-420 Care, custody and control of property

Unless the rental agreement specifically provides otherwise, the exclusive care, custody, and control of all personal property stored in the leased space shall remain vested in the occupant.

§ 55-421 Savings clause

All rental agreements, entered into prior to July 1, 1981, which have not been extended or renewed after that date, shall remain valid and may be enforced or terminated in accordance with their terms or as permitted by any other statute or law of this Commonwealth.

§ 55-423 Effective date and application of chapter

The provisions of this chapter shall apply to all rental agreements entered into or extended or renewed after July 1, 1981.